

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-AK-ESIA

FORM APPROVAL ID
OMB No. 1004-0137
Expires July 31, 2010

AUG 27 2009

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well

☐ Oil Well ☐ Gas Well ☒ Other

2. Name of Operator
AmeriCo Energy Resources, LLC

3a. Address
7575 San Felipe, Ste. 200
Houston, TX 77063

3b. Phone No. (include area code)
713-984-9700

4. Location of Well (Footage Sec., T., R., M. or Survey Description)

1650' FNL & 1980' FWL - Section 35, Township 18S, Range 31E

5. Lease Serial No.

6. If Indian, Allottee or Tribe Name

7. If Unit of CA/Agreement, Name and/or No.
East Shugart Unit

8. Well Name and No.
WSW #1

9. API Well No.
30-015-22603

10. Field and Pool or Exploratory Area
Shugart Yates - 7Rs-Qn-Grayburg

11. Country or Parish, State
Eddy, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|------------------------------------------------------|-----------------------------------------------|-------------------------------------------|---------------------------------------------------------------|--------------------------------------------------------------------|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input checked="" type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other <u>Water Supply Well</u> |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

It is planned to enter this Well, run a submersible pump and produce water for East Shugart Waterflood.

1. MIRUWOR, N/D WELLHEAD, RIH W/ 5 1/2" RBP, 2 7/8" TBING FROM SEALS, SET RBP @ 1000' RELEASE ON/OFF TOOL, CIRC HOLE W/ CLEAN FRESH WTR, TOH W/ 2 7/8" TBING LAYING DOWN, RDWOR
2. M/I CREW USE JACKHAMMER REMOVE REMAINING CMT AROUND 13 3/8" CSG.
3. CUT 5 1/2" CSG OFF DOWN TO GOOD CSG & REPLACE W/ NEW SECTION OF 5 1/2" CSG, CUT 13 3/8" 48# BELOW 9 5/8" 36# CSG, WELD ON SECTION OF 9 5/8" 36# CSG, INSTALL 13 3/8" HEAD, INSTALL 9 5/8" HEAD, REINSTALL 5 1/2" WELLHEAD, COVER CELLAR UP.
4. MIRUWORKOVER RIG, N/U BOP, RIH W/ ON/OFF TOOL, 2 7/8" TBING TO 1000' LATCH ON TO RBP @ 1000', UNSET RBP TOH W/ 2 7/8" TBING L/D RBP.
5. RIH W/ 4 3/4" BIT, 5 1/2" SCRAPER, 2 7/8" TBING TO 6100' TOH L/D SCRAPER & BIT.
6. RIH W/ 5 1/2" PKR, 2 7/8" TBING SET PKR @ 3980+- LOAD & TEST BACKSIDE TO 500 psi, SWAB TEST WELL (SEND SAMPLES IN) WHEN FLUID LEVEL IS STABILIZED CHECK SAMPLES FOR BS&W AMOUNT - ACIDIZE IF NEEDED.
7. WHEN SWAB TESTING IS DONE (-SIZE WELL FOR SUBPUMP) UNSET PKR TOH W/ 2 7/8" TBING L/D PKR RIH W/ 2 7/8" S.N., 2 7/8" TBING TO 3800', N/D BOP N/U WELLHEAD, RDWOR WAIT FOR SUBPUMP.

**SUBJECT TO LIKE
APPROVAL BY STATE**

RS 10/14/08

* Submit Subsequent Sundry
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Cathy A. Duffield

Title Regulatory Analyst

Signature

Date 03/26/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 USC Section 1001 and Title 43 USC Section 1212, make it a crime for any person knowingly and willfully to make any statement or representation as to any matter within its jurisdiction.

(Instructions on page 2)

